

## NOTICE OF SALE

### **Department of Natural Resources & Conservation Timber Sale**

The Scout Lake #6 Timber Sale is located within Sections 28 & 29, T24N-R17W, on the State's Swan River State Forest. Approximately 2,783 tons of sawlogs, consisting primarily of grand fir, Douglas-fir, spruce, and western larch sawlogs is offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **July 24, 2013 at 2:00 p.m.** Bids may be hand delivered or mailed and will be accepted any time prior to the bid opening. **DNRC recommends that bidders contact the Trust Land Management Division (406-542-4300) prior to the bid opening to ensure that your bid has been received.** Bids must be accompanied by a deposit of **\$3,505.00**, representing 5% of the minimum bid value of the sale in cashier's check, certified check, bank money order or bank draft to be applied to the stumpage for the successful bidder. Bid bonds will be accepted and, for the successful bidder, will be closed upon execution of the Timber Sale Contract and Timber Sale Bond.

The sale will be awarded to the highest responsible bidder. If the successful bidder is unable to execute the contract within **30** calendar days from the date the sale is awarded, the bid deposit will be retained by the Department as liquidated damages. The right is reserved to reject any or all bids.

Prospective bidders can obtain the sale prospectus, sale contract and bid forms from the Department of Natural Resources & Conservation, Trust Land Management Division, in Missoula (406-542-4300), the Northwestern Land Office in Kalispell (406-751-2257), or the Swan River State Forest Office in Swan Lake, MT (406-754-2301).

Visit our website at <http://www.dnrc.mt.gov/trust/timber/bids.asp> for upcoming sales and bid results

/s/ Sonya Germann, Chief  
Forest Management Bureau  
Trust Land Mgmt Division

Publication Dates: June 20, 27, July 4, 11, 2013

**TIMBER SALE PROSPECTUS**  
**MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION**

<b>Timber Sale Name: Scout Lake #6</b>			
<b>Timber Sale Location: Sections 28 &amp; 29, T24N-R17W</b>			
<b>For specific sale information, contact: Karen Goode</b>			
Phone	406-754-2301	Swan	Unit Office
<b>For copies of the Timber Sale Contract and bid forms, contact:</b>			
Phone	406-542-4300	Forest Management Bureau	DNRC Missoula Office
Phone	406-751-2257	Northwestern	Land Office

**General Bidding Information**

1. Bids must be submitted on standard Department of Natural Resources & Conservation (Dept) bid forms.
2. Timber will be sold to the highest responsible bidder; however, the Dept reserves the right to reject any or all bids.
3. The Dept recommends that bidders contact the Forest Management Bureau, Trust Land Management Division (406-542-4300) prior to the bid opening to ensure that your bid has been received.
4. A **Bid Guarantee** must accompany all bids and must be in the form of cash, cashiers check, certified check, money order, bank draft, surety bond or irrevocable letter of credit.
5. The Purchaser must submit a **Performance Bond** to the Dept within a maximum of **30** days of notification of sale award. The bond amount will be, at a minimum, 20% of the total bid value of the sale. The performance bond may be in the form of cash, irrevocable letter of credit, surety bond or certificate of deposit. The performance bond must be maintained separately from other payments for the duration of the sale contract. See the Timber Sale Contract for additional information.
6. The Purchaser must submit an **Advance Stumpage Payment** prior to cutting any timber. The amount of the advance stumpage payment will be based on the expected harvest rate and the bid value of the stumpage. The advance stumpage payment may be in the form of cash, irrevocable letter of credit, payment bond or certificate of deposit.
7. At rates specified in the Contract, the Purchaser will pay **Forest Improvement Fees** on all sawlog volume. All applicable **Road Use and/or Maintenance fees** will also be paid by the Purchaser in addition to stumpage payments.
8. This sale is being sold based on the gross weight of all species. Minimum price and bid price are on a per ton basis. Unless specified, the price applies to all species, green and dead. Price may vary by product. Billing will be based on gross weight. A weight ticket from a certified scale is required for each load hauled, regardless of product type.
9. The Dept has estimated the net scale merchantable sawlog volume to be available for purchase under this contract. Other products may be part of this sale. All delivered wood will be weighed and billed at per ton bid rates. The Dept recognizes that a percentage of delivered wood may not meet the log manufacturing and recovery standards of the timber sale contract. The actual percentage will vary based on the log manufacturing and recovery specifications of the purchaser and tree conditions in the sale area. The actual delivered weight may vary, resulting in an overrun or under-run of the estimated tonnage. The Dept strongly recommends that bidders evaluate these effects before bidding.
10. The Dept does not conduct detailed road appraisals. All appraised costs are gross estimates or averages, provided only to show the relative amount of work required, and not the true market value. The Dept strongly recommends that bidders make their own estimates based on contract requirements. Cost estimates provided are not guaranteed.
11. Bidders are encouraged to examine the complete Timber Sale Package and Sale Area prior to bidding. Additional information is available at the phone numbers shown above.
12. Estimates for sale volume, species percents, defect, product class, etc. provided in this prospectus and volume estimates listed in the sale contract are not guaranteed.
13. This prospectus is provided for information purposes only. If the prospectus is in error or contradicts the Timber Sale Contract, the contract governs.

**Additional Sale Information:**

1. **OTHER MATERIAL:** The Purchaser shall be required to cut, skid and deck at the landing, non-sawlog trees that meet the minimum "Other Material" log size specifications designated for cutting in Table 2 of the timber sale contract. Other Material may be removed at a fixed rate of \$1.00/ton.
2. Slashing of logging damaged trees is required.
3. Unit 28-08 requires piling and scarifying of patch cuts within the unit.
4. Both units are in a "closed" Grizzly Bear Subunit. This means that harvest operations are restricted and may only occur between November 16th and March 1<sup>st</sup> for the years 2013 and 2014. In 2015 the Grizzly Bear Subunit "opens" which allows harvest operations to occur from June 16<sup>th</sup> to March 1<sup>st</sup>. Grizzly Bear Spring Habitat closures will be applicable between April 1<sup>st</sup> and June 15, 2015. No commercial activity may occur during this time.

**Timber Sale Information Sheet**  
**Montana Department of Natural Resources and Conservation**

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SCOUT LAKE SALE 6										
Timber Sale Cruise Data										
SPECIES	PP	DF	WL	LP	ES	GF	AF	WP	Dead	TOTAL or AVE
Minimum Bid										\$25.19/TON
Pounds per cubic foot		62	58		57	60	55			
Estimated tons of sawlogs (5.6" top DIB)		656	603		608	848	68			2,783 tons
Estimated tons of other material (pulp, etc)										0 tons
Gross MBF (Scribner 5.6" top DIB)		125	156		127	220	11			639 MBF
% Cull and Breakage		20	24		17	41	16			27.5%
Net MBF (Scribner 5.6" top DIB)		100	119		105	130	9			463 MBF
Average logs per MBF		19.4	13.2		17.9	29.2	40.3			20.6 logs/M
Average DBH		15.6	17.9		14.8	13.2	9.5			14.3 in.
Average tons per acre harvested in leave-tree marked units										0 tons/ac
Average tons per acre harvested in cut-tree-marked units										30 tons/ac
Average MBF to cut per acre on the timber sale										4.9 MBF/ac
Range of cut trees per acre based on unit cruise										20
Calculated Sampling Error: Total cruised volume will fall between			391 and 535 Net MBF in 9 out of 10 cruises							15.5%
Tons Per Thousand Board Feet										
Contract Value - Estimated tons hauled per thousand Scribner board feet	2,783 estimated tons to a 5.6 inch top / 463 Net MBF Scribner to a 5.6 inch top DIB									6.01 tons/MBF

Contract Information		
Contract ending date	7/31/2016	
Contract length	36 months	
Operating Season:	November 16, 2013 - March 1, 2014; November 16, 2014 - March 1, 2015; June 16, 2015 - March 1, 2016	

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Purchaser fees and estimated costs	
Forest Improvement fee perMBF	\$25.13/MBF
Forest Improvement fee per ton	\$4.18/ton
Forest Improvement fee estimated total	\$11,632.94
Forest Improvement fee quarterly installment	\$1,938.82
Estimated Purchaser-do FI total \$	\$0
Estimated Purchaser-do FI per ton	\$0.00/ton
Estimated Purchaser-do slash disposal work total	\$5,540.00
Estimated Purchaser-do slash disposal work per ton	\$1.99/ton
Bid Guarantee (total \$)	\$3,505.00
Performance Bond	20% of bid value

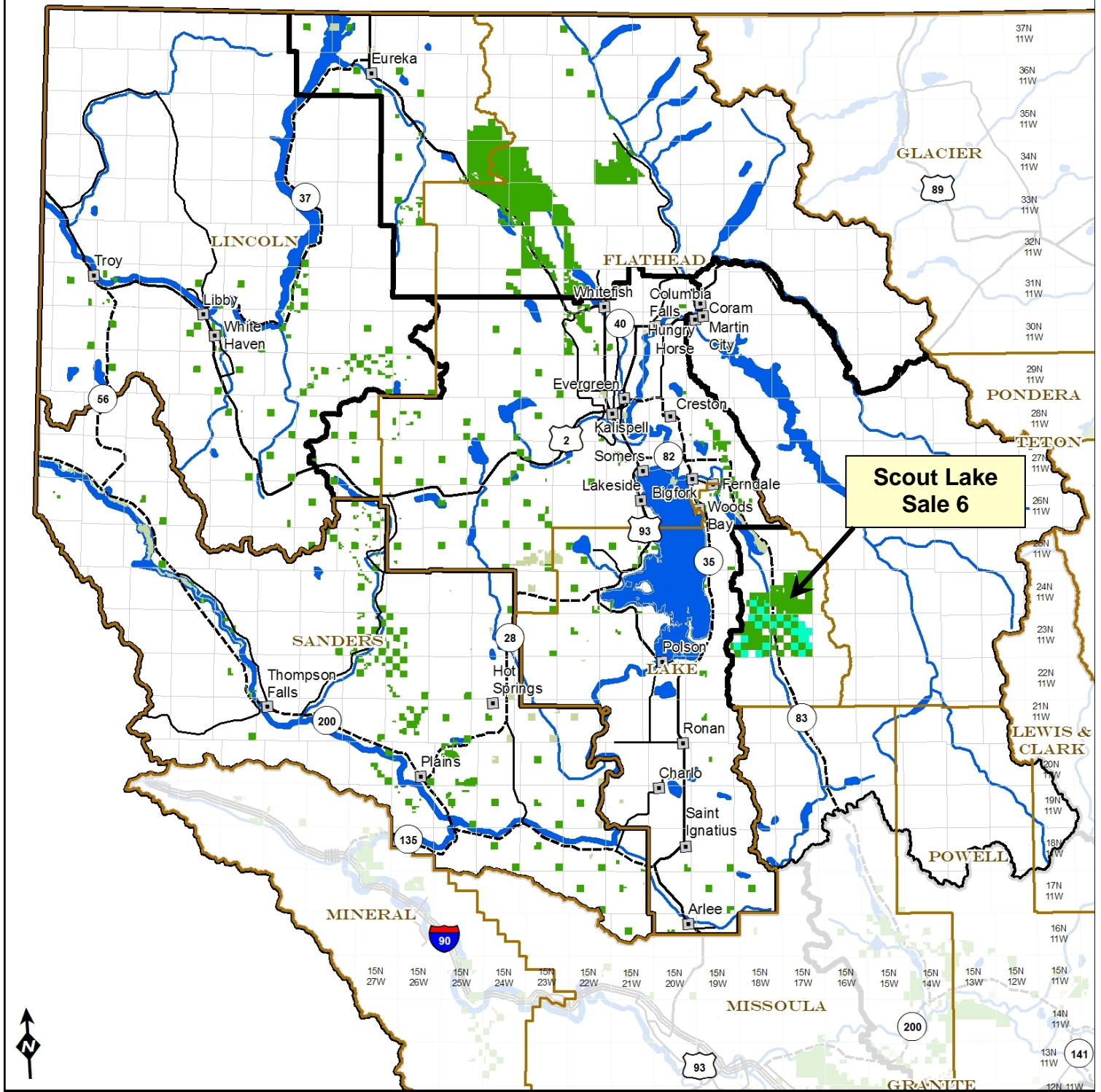
Road development and maintenance fees and estimates	
Estimated road development cost total	\$7,707
Estimated road development cost per ton	\$2.77/ton
Estimated road development cost perMBF	\$16.65/MBF
Estimated Purchaser-do road maintenance cost total	\$3,220
Estimated Purchaser-do road maintenance cost per ton	\$1.16/ton
Private road maintenance charges per ton	\$0.00/ton
USFS road maintenance charges per ton	\$0.00/ton
Miles of road construction	0.0 miles
Miles of road reconstruction	1.1 miles
Miles of road with site improvements	0.0 miles
Miles of road reclamation or abandonment	0.0 miles
Miles of road maintenance and blading	2.7 miles

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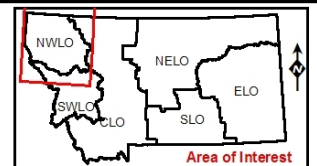
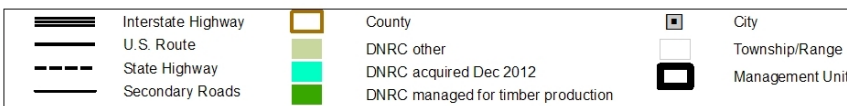
Timber Sale Information Sheet  
Montana Department of Natural Resources and Conservation

Legal description by trust					Unit harvest volume			
Legal description - subdivisions	Section	Twn	Rge	Grant	Unit #	Acres	Est Tons	Est MBF
W1/2	28	24N	17W	CS	28-08	79	2,346	390
NE1/4	29	24N	17W	CS	29-11	15	437	73
See <a href="#">Instructions</a> for how to fill in this table								
Totals						94 Ac.	2,783 T	463 M

# Scout Lake Sale 6 Vicinity Map Attachment A1



28 January 2013  
Montana DNRC  
OIT/GIS dr



# Scout Lake Sale 6

Project Area Map  
Section 28 and 29 T24N R17W  
Attachment A2

